FISCAL NOTE

Bill #: HB0092 Title: Permissive levy in municipality for higher

education

Primary Sponsor: Olson, B Status: As Introduced

| Sponsor signature | Date | David Ewer, Budget Director | Date | | |
|--|------|-----------------------------|--|--|--|
| Fiscal Summary | | FY 2006 Difference | FY 2007 Difference | | |
| Expenditures: General Fund | | \$0 | \$0 | | |
| Revenue: General Fund | | \$0 | \$0 | | |
| Net Impact on General Fund Balance: | | \$0 | \$0 | | |
| Significant Local Gov. Impact | | | cerns | | |
| Included in the Executive BudgetDedicated Revenue Form Attached | | | Significant Long-Term Impacts Needs to be included in HB 2 | | |

Fiscal Analysis

ASSUMPTIONS:

- 1. Allows the governing body of a municipality to levy a tax to support the funding of a 4-year campus of the Montana University System located within its jurisdiction.
- 2. It is unknown at this time if the municipalities would levy additional mills, and the number of mills per the bill.
- 3. Revenues from these levies would be deposited in the state general fund and must be distributed to the campuses based on the Board of Regents approved budgets.
- 4. For information purposes, the table on the following page shows that for every one mill levied, approximately \$348,000 of property tax revenue would be generated if all municipalities levied.
- 5. For the purposes of this fiscal note it is assumed that there will be no mills levied in FY 2006 or FY 2007. If any mills were levied, the general fund expenditure would equal the revenue and there would be no impact to the general fund balance.

Fiscal Note Request HB0092, **As Introduced** (continued)

| City / Town Taxable Value and Tax on 1 Mill Levy Tax Year 2004 | | | | | | | |
|--|-------------------------|---|-------------|-----|------------------------|--|--|
| <u>City</u> | Taxable <u>Value</u> | | 1 Mill Levy | | Revenue From 1 Mill | | |
| Billings | \$130,326,693 | Х | 0.001 | = | \$130,327 | | |
| Butte ¹ | 48,172,935 | Х | 0.001 | = | 48,173 | | |
| Dillon | 4,075,561 | Х | 0.001 | = | \$4,076 | | |
| Great Falls | 66,376,100 | Х | 0.001 | = | 66,376 | | |
| Havre | 7,737,467 | Х | 0.001 | = | 7,737 | | |
| Missoula | 91,318,579 | Χ | 0.001 | = . | 91,319 | | |
| Total | \$348,007,335 | | | | \$348,007 | | |
| ¹ Butte Silverbow is a consolidated city/county government. | | | | | | | |

TECHNICAL NOTE:

Butte-Silverbow is a consolidated city-county government. Does a consolidated city-county government qualify to levy a mill for municipal programs under section 1?